

Annual Commodity Price Hedging Report as per BY-LAW NO. 2008 – 426

The 2021 budget price for diesel fuel was \$0.98 per litre. Forecast volumes were 42.02 million litres for a total budget of approximately \$414.18 million. Actual volumes were 38.6 million litres and the average price was \$1.01 for a total cost of approximately \$38.980 million generating cost savings of approximately \$2.2 million versus the budget. Floating rate prices averaged \$1.0262 per litre in 2021. The 2021 impact from hedging was \$0.018 per litre for a total all-in cost of \$1.0082 per litre.

- 2021 - To secure the 2021 budget target, Treasury, in conjunction with Supply and Transit, entered Bank Swap Agreements with CIBC, RBC, BNS and National Bank to fix 72% of the actual diesel fuel consumption for 2021.
- 2022 and 2023 - Treasury, in conjunction with the Supply Branch and Transit Services, entered into Bank Swap Agreements to fix 40% of 2022 and 18% of 2023 anticipated diesel fuel consumption.
- Future dated Bank Swaps held by the City had a mark-to-market value of \$2.35 million in favor of the City of Ottawa as at December 31, 2021.

All agreements entered during 2021 are consistent with the City's statement of policies and goals relating to the use of Financial Agreements to address commodity pricing and costs.

Statement of outstanding Transactions as of Dec 31, 2021

ID	Bank	litres/month (1000's)	Fixed Price	Maturity schedule	Total Months	Total Litres (1,000's)
2020-5	CIBC	500	0.6225	Oct 21 - Dec 21	1	500
2020-11	CIBC	500	0.8925	Jan 22 - Mar 22	3	1500
2020-12	CIBC	250	0.495	Apr 22 - Jun 22	3	750
2020-13	RBC	250	0.495	Apr 22 - Jun 22	3	750
2020-14	CIBC	250	0.49	Jul 22 - Dec 22	6	1500
2021-4	CIBC	250	0.66	Jan 22 - Dec 22	12	3000
2021-5	BNC	250	0.66	Jan 22 - Dec 22	12	3000
2021-6	CIBC	500	0.66	Jan 22 - Dec 22	12	6000
2021-7	CIBC	400	0.66	Jan 22- June 2022	6	2400
2021-8	RBC	250	0.763	Jan 22 - Dec 22	12	3000
2021-9	CIBC	500	0.756	Jan 22 - Dec 22	12	6000
2021-10	RBC	250	0.739	Jan 23 - Dec 23	12	3000
2021-11	CIBC	250	0.735	Jan 23 - Dec 23	12	3000
2021-12	CIBC	250	0.731	Jan 23 - June 23	6	1500
2021-13	CIBC	200	0.7545	Jan 22 - Mar 22	3	600
2021-14	Scotia	150	0.74	Jan 22 - Sept 22	9	1350
2021-15	Scotia	250	0.725	Jan 23 - June 23	6	1500